

Exhibit 3

HISTORICAL TAX RATES

	2003	2004	2005
PROPERTY TAX LEVY:			
Regular	\$ 11,047,715	\$ 11,410,570	\$ 12,296,906
Excess	2,390,755	2,424,975	2,421,037
	<u>\$ 13,438,470</u>	<u>\$ 13,835,545</u>	<u>\$ 14,717,943</u>
PROPERTY TAX RATE PER \$1,000 AV:			
(Levied by the City of Redmond)			
Regular	\$ 1.29	\$ 1.31	\$ 1.32
Excess	0.28	0.28	0.26
TOTAL	<u>\$ 1.57</u>	<u>\$ 1.59</u>	<u>\$ 1.58</u>
TOTAL PROPERTY TAX RATE:			
(For a typical Redmond citizen)			
School District #414 (Lake Washington)	\$ 3.07	\$ 2.96	\$ 2.83
State of Washington	2.90	2.76	2.69
City of Redmond	1.57	1.59	1.58
King County	1.35	1.43	1.38
Library District	0.55	0.54	0.53
Hospital District #2 (Evergreen)	0.34	0.34	0.59
Port of Seattle	0.26	0.25	0.25
Emergency Medical Services	0.24	0.24	0.23
Library Capital Facilities	0.07	0.06	0.06
TOTAL	<u>\$ 10.35</u>	<u>\$ 10.17</u>	<u>\$ 10.14</u>
SALES TAX RATES:			
State	6.5%	6.5%	6.5%
Transit (Metro/King County)	0.8%	0.8%	0.8%
Criminal Justice	0.1%	0.1%	0.1%
Regional Transit Authority	0.4%	0.4%	0.4%
City of Redmond	1.0%	1.0%	1.0%
TOTAL	<u>8.8%</u>	<u>8.8%</u>	<u>8.8%</u>
UTILITY TAX RATES:			
Electric	5.5%	5.5%	5.8% ¹
Gas	5.5%	5.5%	5.8% ¹
Telephone	5.5%	5.5%	5.8% ¹
Garbage	6.0%	6.0%	6.0%
Cable Television (franchise fee)	5.0%	5.0%	5.0%

1. Effective February 1, 2005, the City Council approved an increase in the Utility tax rate for electric, gas and telephone utilities from 5.5% to 5.8%. The impact to the average homeowner with a monthly bill of \$100 for these three services is estimated to be \$0.30/month. These utility tax rates were last increased in 1984.